



**MICHIGAN**  
**HOUSE OF REPRESENTATIVES**  
P.O. Box 30014  
LANSING, MICHIGAN 48909-7514

**MINUTES OF THE COMMITTEE  
ON  
TAX POLICY**

Wednesday, June 7, 2017                      10:30 a.m.                      Room 521, House Office Building

The House Committee on Tax Policy was called to order by the Chairman, Representative Jim Tedder.

Members present: Representatives Tedder, Maturen, Howrylak, Kesto, Lucido, Vaupel, Johnson, Kahle, Lower, Byrd, Neely, Ellison, and Hammoud.

Members absent/excused: None.

Representative Kahle moved to adopt the minutes from the Wednesday, May 24, 2017 meeting.

There being no objection, the motion prevailed by unanimous consent.

The Chair laid before the committee HB 4396:

HB 4396 (Bellino)                      Individual income tax; deductions; certain pension income for certain individuals; modify.

Mark Docherty, representing the Michigan Professional Fire Fighters Union, submitted a testimony card in support of HB 4396, but did not wish to speak.

The following people submitted a testimony card in opposition to HB 4396, but did not wish to speak:

Christina Canfield, representing the MEA.

Lisa Hansknecht, representing Oakland Schools.

Annalisa Grunwald, representing the Michigan Association of Intermediate School Administrators.

Jennifer Smith, representing the Michigan Association of School Boards.

Bob Kefgen, representing the Michigan Association of Secondary School Principals.

David Zuhlke, representing the Middle Cities Education Association.

Julie Rowe, representing AFT Michigan.

Representative Maturen moved to adopt the substitute (H-1) to HB 4396.

The motion prevailed by a vote of 12-0-1.

**FAVORABLE ROLL CALL:**

YEAS: Representatives Tedder, Maturen, Howrylak, Kesto, Lucido, Vaupel, Johnson, Kahle, Lower, Byrd, Ellison, and Hammoud.

NAYS: None.

PASS: Representative Neeley.

Representative Vaupel moved to report HB 4396 as substitute (H-1), with recommendation.

The motion prevailed by a vote of 9-2-2.

#### FAVORABLE ROLL CALL:

YEAS: Representatives Tedder, Maturen, Kesto, Lucido, Vaupel, Kahle, Lower, Byrd and Ellison.

NAYS: Representatives Howrylak and Johnson.

PASS: Representatives Neeley and Hammoud.

The Chair laid before the committee HB 4420:

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| HB 4420 (Tedder) | Michigan business tax; credits; amendments to extend the duration of certain brownfield credits beyond 10 years; allow. |
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David Worthams, representing the Michigan Bankers Association, submitted a testimony card in support of HB 4420, but did not wish to speak.

Representative Vaupel moved to report HB 4420, with recommendation.

The motion prevailed by a vote of 10-3-0.

#### FAVORABLE ROLL CALL:

YEAS: Representatives Tedder, Maturen, Kesto, Lucido, Vaupel, Kahle, Byrd, Neeley, Ellison and Hammoud.

NAYS: Representatives Howrylak, Johnson, and Lower.

PASS: None.

The Chair laid before the committee:

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| HB 4252 (Kahle) | Sales tax; collections; sales tax on the difference; accelerate phase-in. |
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| HB 4253 (Webber) | Use tax; collections; use tax on the difference; accelerate phase-in. |
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| SB 94 (Hildenbrand) | Sales tax; collections; sales tax on the difference; accelerate phase-in. |
|---------------------|---|

|                   |   |
|-------------------|---|
| SB 95 (Robertson) | Use tax; collections; use tax on the difference; accelerate phase-in. |
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Representatives Kahle and Webber introduced the bills to the committee.

Kurt Berryman, representing the Auto Dealers of Michigan, testified in support of HB 4252, HB 4253, SB 94, and SB 95.

The following people testified in opposition to HB 4252, HB 4253, SB 94, and SB 95:

Ken Osborne, representing the Michigan Department of Treasury.  
Jennifer Smith, representing the Michigan Association of School Boards.  
Christina Canfield, representing the MEA.

The following people submitted a testimony card in opposition to HB 4252, HB 4253, SB 94, and SB 95, but did not wish to speak:

Jerry Johnson, representing the Barry, Branch, Calhoun, Jackson, Lenawee and Monroe ISD.  
Julie Rowe, representing AFT Michigan.  
Kathleen Merry, representing Wayne RESA.  
Annalisa Grunwald, representing the Michigan Association of Intermediate School Administrators.  
David Zuhlke, representing the Middle Cities Education Association.  
Bob Kefgen, representing the Michigan Association of Secondary School Principals.  
Deena Bosworth, representing the Michigan Association of Counties.  
Judy Allen, representing the Michigan Townships Association.  
Peter Spadafore, representing the Michigan Association of School Administrators.  
Lisa Hansknecht, representing Oakland Schools.

The following people submitted a testimony card in support of HB 4252, HB 4253, SB 94, and SB 95, but did not wish to speak:

Brian O'Connell, representing General Motors.  
Dave Worthams, representing the Michigan Bankers Association.  
Bret Marr, representing the Michigan Boating Industries Association.  
Darren Ing, representing the Michigan Association of RV's and Campgrounds.  
Dan Papineau, representing the Michigan Chamber of Commerce.  
Amanda Fisher, representing the NFIB.

The Chair laid before the committee SB 380:

SB 380 (Hildenbrand) Property tax; local community stabilization share; distribution of local community stabilization share; modify dates.

Christine Simon, representing Senator Hildenbrand, testified in support of SB 380.

The following people submitted a testimony card on SB 380, but did not wish to speak:

Deena Bosworth, representing the Michigan Association of Counties.  
Dan Papineau, representing the Michigan Chamber of Commerce.

Ken Osborne, representing the Michigan Department of Treasury.

Chris Hackbarth, representing the Michigan Municipal League, submitted a testimony card neutral on SB 380, but did not wish to speak.

Representative Howrylak moved to report SB 380, with recommendation.

The motion prevailed by a vote of 13-0-0.

FAVORABLE ROLL CALL:

YEAS: Representatives Tedder, Maturen, Howrylak, Kesto, Lucido, Vaupel, Johnson, Kahle, Lower, Byrd, Neeley, Ellison, and Hammoud.

NAYS: None.

PASS: None.

The Chair laid before the committee HB 4618:

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| HB 4618 (Byrd) | Individual income tax; city; administrative procedures for city income taxes administered by the state; modify. |
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Representative Byrd introduced the bill to the committee.

Ken Cole, representing the city of Detroit, and Christa McLellan, Treasurer of the city of Detroit, testified in support of HB 4618.

Ken Osborne, representing the Michigan Department of Treasury, testified in support of HB 4618.

The following people submitted a testimony card in support of HB 4618, but did not wish to speak:

Chris Hackbarth, representing the Michigan Municipal League.

Jason Puscas, representing the Detroit Regional Chamber.

Winston Feeheley, representing DTE Energy.

There being no further business before the committee and seeing no objection, the Chair adjourned the meeting, the time being 11:55 a.m.

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Representative Jim Tedder, Chair

Kevin Gawronski  
Committee Clerk  
June 7, 2017  
1 hour 25 minutes

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Date Approved and Signed